



**MHEFA**  
Missouri Health & Educational  
Facilities Authority

2005 ANNUAL REPORT



## ■ TABLE OF CONTENTS ■

<b>2</b> .	Chair's Letter	<b>12</b> .	Past Projects Financed
<b>3</b> .	Authority Members	<b>21</b> .	Financial Statements
<b>4</b> .	Membership	<b>23</b> .	Management Discussion and Analysis
<b>5</b> .	The Authority	<b>26</b> .	Independent Auditors' Report
<b>6</b> .	Financial Services	<b>27</b> .	Financial Statements
<b>7</b> .	Programs	<b>28</b> .	Balance Sheets
<b>8</b> .	Institutions	<b>31</b> .	Notes to Financial Statements
<b>10</b> .	Cummulative Summary of Financings	<b>35</b> .	Independent Auditor's Report of Additional Information
<b>11</b> .	Projects Financed 2005	<b>36</b> .	Schedule of Conduit Debt Unaudited

**MISSOURI HEALTH AND EDUCATIONAL  
FACILITIES AUTHORITY**

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## ■ CHAIR'S LETTER ■

On behalf of the Board and staff of the Health and Educational Facilities Authority of the State of Missouri I present the 2005 Annual Report detailing the activities of the Authority. 2005 brought considerable change to the Board itself with Governor Blunt's appointment of three new members including myself. Kevin L. Thompson and Thomas J. Carlson also joined the Authority during the year. We all look forward to continuing the Authority's tradition of outstanding service to the health and educational facilities in the State of Missouri.

Just as new members are welcomed, retiring members will be missed. Jewel L. Hunter of St. Louis, Clifford I. Whipple, Ph.D. of Springfield and Jeffrey J. Simon of Kansas City served MoHEFA and the State of Missouri for many years with distinction. The input of these three members contributed greatly to the Authority's operations over the years. We thank them and wish Jewel, Cliff and Jeff the best in the future.

Bond issuance activity in 2005 was in excess of \$1.3 billion, the second largest dollar volume in MoHEFA history. The year's 16 transactions included the typical mix of extremely large financings for frequent borrowers, smaller issues for institutions working with the Authority for the first time and many types of transactions in between. The Board and staff are proud to serve the needs of all qualified borrowers providing the flexibility those facilities need to complete the most appropriate and timely borrowings.

The Authority's School District Advance Funding Program for public school districts completed its 20th year in 2005 and the Higher Education Working Capital Loan Program finished its ninth consecutive year of issuance. The Missouri School District Direct Deposit Program, with MoHEFA as Program Administrator, concluded its tenth year of assisting Missouri's public schools with bond issuance activities.

In 2005, the Board decided to enhance the Authority's HELP! Program by doubling the maximum size of the loans and adjusting the interest rate. Up to \$400,000 loans are available to smaller, qualified borrowers at low interest rates equal to the ten-year U.S. Treasury. The Authority is committed to assisting Missouri's health and educational borrowers by providing the HELP! option when other financing options might be limited or non-existent.

The Board and staff wish to thank the many borrowers that have taken advantage of the financing options offered through the Authority. It is a pleasure working with Missouri's fine health and educational institutions and the financing team members assisting them with those transactions.

Bruce A. Olson  
Chair of the Authority



## ■ AUTHORITY MEMBERS ■



### **BRUCE A. OLSON - CHAIR**

Bruce Olson earned an Industrial Engineering degree and a Masters in Industrial Administration from Purdue University. After working at the Bank of New York and becoming the head of the New England commercial lending group, Bruce joined St. Joe Minerals in New York as Manager of Corporate Development. He then became VP Finance for St. Joe

International and moved to St. Louis to become VP International in 1985.

Bruce joined Group One Capital, an acquisition company co-founded by his wife Kim in 1987. Group One Capital acquired and managed companies using the capital of its principals plus institutional debt. Over the years Group One acquired over 20 companies. Various businesses have included electric products distribution, beauty products distribution, home remodeling, sunglass retailing, beauty products manufacturing and luggage manufacturing. Many of the companies were sold over the years.

Today, Bruce is President of BBI Group; a private investment group in Clayton, Missouri. He is also Chairman of Envisioneering Medical Technologies, a developer and manufacturer of ultrasound and biopsy products for the Urology and Radiation Oncology markets.

Bruce is on the board of the Greater St. Louis Community Foundation. He is also a member of the St. Louis Children's Hospital Foundation Board and the Dean's Advisory Council for the Krannert School of Management at Purdue University.

Bruce has a wife Kim, a daughter Alexa and twins Bruce, Jr. and Julia. Term as a member expires July 30, 2009.



### **STEPHEN B. HOVEN - VICE CHAIR**

Stephen B. Hoven serves as Corporate Vice President-Public Affairs of SSM Health Care, where he is responsible for handling civic, state and federal affairs in the four-state area where SSM has a presence. Prior to joining SSM Health Care, he worked for 12 years on the staff of the St. Louis Regional Commerce & Growth Association (RCGA).

For four years Hoven served as senior vice president and chief operating officer of that organization, developing and expanding economic growth opportunities for the St. Louis region. Hoven also worked with Ozark Airlines, based in St. Louis, and served for four years as manager of public affairs, coordinating state legislation in 25 states and representing the Air Transport Association of America. Hoven graduated summa cum laude with a master's degree in business and earned a Bachelor of Science degree, from Missouri State University.

Hoven is an extremely active member of his community and contributes his 25 years of experience in civic and legislative affairs to benefit a large number of government associations, public and private policy support groups. He currently serves as Vice Chairman of the Missouri Transportation & Development Council, is the current Chair

for the St. Louis Regional Convention & Sports Complex Authority, which has fiduciary accountability for the Edward Jones Dome, home of the St. Louis Rams, and is board president elect and a member of the executive committee of the Associated Industries of Missouri. He has a long history of involvement with the St. Louis RCGA and until recently served as Chairman of its Public Policy Council. In 2004, Missouri Governor Bob Holden named Hoven to serve a four-year term as a member of the Health and Educational Facilities Authority of the State of Missouri where he serves as Vice Chair.

In addition to these affiliations, there are many other groups and causes that remain close to Steve's heart and to which he contributes his personal time and efforts. Term as a member expires July 30, 2008



### **KEVIN L. THOMPSON - TREASURER**

Mr. Thompson, a resident of Kirkwood, Missouri is Vice President and Treasurer/ Chief Financial Officer of Coin Acceptors, Inc., a global manufacturer of cash management and vending components and equipment based in St. Louis, Missouri. With over 1300 employees, Coin Acceptors, Inc. has operations in 25 different locations worldwide. Since 1989, he held various other positions at Coin Acceptors,

Inc. prior to being named CFO in 2000. Mr. Thompson is a certified public accountant and involved with several professional organizations such as the American Institute of Certified Public Accountants and the Missouri Society of Certified Public Accountants. He is active with many civic and community organizations and holds various positions with the Clayton Chamber of Commerce, the St. Louis Art Fair, Mid-County Family YMCA and the YMCA of Metropolitan St. Louis, the Financial Executives Institute, Ne-O-Tez Youth Camp and the Harding University President's Development Council. Term as a member expires July 30, 2009.



### **THOMAS J. CARLSON**

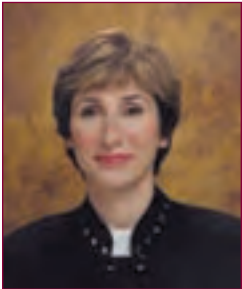
Mr. Carlson, a resident of Springfield, Missouri, is a principal in the firm of Carlson Gardner, Inc. engaged in the development of single-family, multi-family and senior properties for all segments of the population in southwestern Missouri and other areas. The firm's developments are located in cities throughout Missouri.

Prior to the formation of Carlson Gardner in 1993, Mr. Carlson practiced law in the areas of bankruptcy, tax and financial reorganization. He was a United States Bankruptcy Trustee from 1982-1997 involved in numerous corporate bankruptcies. Mr. Carlson serves on the boards of International Tourist Entertainment Corporation in Branson and Great Southern Bank in Springfield.

Currently Mr. Carlson is a member of the Springfield City Council and was re-elected Mayor of Springfield in 2005, a position he held from 1987-1993 and 2001 – present. Mr. Carlson is a former member of the Springfield-Branson Regional Airport Board. He now serves or has served on various other local, state and national boards, commissions

## ■ AUTHORITY MEMBERS ■

and committees in the Springfield and southwest Missouri area including the Missouri State University Board of Governors, National League of Cities, Fannie Mae Advisory Board, Boy Scouts Ozarks Trails Council, Selective Service Area Office, Community Foundation of the Ozarks, Missouri Association of Community Development, Missouri Commission on Intergovernmental Cooperation, Housing Collaborative for Community Partnership, First and Calvary Presbyterian Church and the Ozarks Counseling Center. Term as a member expires July 30, 2010.



### **NADIA T. CAVNER**

Ms. Cavner, a resident of Springfield, Missouri is an Executive Vice President and Financial Representative with The Nadia Cavner Group at The Signature Bank Investment Services. She is a graduate of Wesleyan University and attended the M.B.A. program at Texas Christian University. She currently serves on the advisory councils of Putnam Investments and Franklin Templeton Funds.

She has been ranked the top banking broker in the United States with Putnam Investments for the past six years and continues to be the top investment broker in Franklin Templeton's banking division. Her sales and professional expertise has ranked her among the top 1% in the investment industry. In 2004 and 2005 Ms. Cavner was recognized by Barron's magazine as one of the top 100 brokers in the United States. In 2004, US Banker ranked Ms. Cavner as one of the top 25 most powerful women in banking. Ms. Cavner has been in the investment industry for the past 15 years. Ms. Cavner is also active in a number of local charities and professional associations including the Springfield Community Foundation and Missouri State University as an Advisory Board Member. Nationally, she serves on the Board of Trustees for the American Bible Society. The American Bible Society is one of the oldest and most distinguished philanthropic organizations in the nation. Ms. Cavner is a sought after speaker at many investment industry forums and conferences throughout the United States and abroad. Term as a member expires July 30, 2007.



### **JOHN W. SISCHEL, III, ED.D.**

John W. Siscel, Ed.D., CAE has been the Executive Vice President of the Mechanical Contractors Association of Eastern Missouri, Inc. since 1990 and started his association career in a similar post with the Plumbing Industry Council in 1980. Siscel earned a Doctorate in Education Administration from the University of Missouri and served as Superintendent of Schools of the Dora

R-III public schools prior to commencing his association service. John has also served as Administrator of the New Hope Living and Learning Center. In the association world, Siscel was President of the St. Louis Society of Association Executives (1987-88) and has served as Chairman of the Association Executives Council of the Mechanical Contractors Association of America in 1998-1999. He holds the highest distinction, Certified Association Executive (CAE), from the American Society of Association Executives and recently completed a 3 year term on the 24,000 member organization's 24 member Board of Directors. John's civic service is highlighted by service as member from 1994-2003 (and past Chairman) of the Board of Trustees of the Metropolitan St. Louis Sewer District, and as a member of the Board of Regents of Harris Stowe State College from 1992-2000 (appointed by 2 governors, 1 Republican and 1 Democrat). He has been elected Chairman of the St. Louis County Enhanced Enterprise Zone Board, appointed by St. Louis County Executive, Charlie A. Dooley. A 33° Scottish Rite Mason, he has been married to the former Barbara Simmons since 1975 and they are parents of a son, John IV. Term as a member expires July 30, 2006.



### **DONALD E. THOMPSON**

Mr. Thompson, a resident of Troy, Missouri, is Chief Executive Officer of Peoples Bank and Trust Company of Lincoln County, President of Lincoln County Bancorp, Inc., Director of Warren County Bancorp, Inc., Chairman and Director of Bank of Louisiana, Director of Midwest Independent Bank, Director of Bankers Bancorp, Inc., Chairman and Director of

Exchange Bank of Missouri, Chairman and Director of Exchange Bank of N.E. Missouri. Mr. Thompson is active in many business and civic organizations. Term as a member expires July 30, 2008.

## ■ AUTHORITY MEMBERSHIP ■

### **MEMBERSHIP**

The Act provides for seven members appointed by the Governor of the State of Missouri, with the advice and consent of the Senate. Each member must be a resident of the State and no more than four members may be of the same political party. Members are appointed for five year terms. Members continue to serve after expiration of their term until a successor is appointed or they are reappointed.

### **AUTHORITY REPRESENTATIVES**

Michael J. Stanard, Executive Director  
Vincent M. Loretta, Assistant Director  
Antoinette M. Wilcox, Administrative Assistant  
Thompson Coburn LLP, General Counsel  
Stern Brothers & Co., Financial Advisor

## ■ THE AUTHORITY ■

The Health and Educational Facilities Authority of the State of Missouri, created by an Act of the Missouri General Assembly and operational in 1979, is empowered to make loans to any participating health or educational institution and to refund outstanding obligations, mortgages or advances issued, made or given for the cost of facilities.

The Authority assists not-for-profit institutions in borrowing funds at the lowest possible cost to provide quality medical and educational services to Missouri residents. Interest paid on Authority bonds and notes is exempt from federal and Missouri state income taxation, resulting in materially lower interest rates for substantial savings on financing cost.

Many types of health care and educational institutions across the state receive financing assistance from the Authority. Health care financings have been arranged for health facilities ranging from fewer than 100 to over 1,000 beds, including acute and primary care facilities, teaching and research centers, osteopathic hospitals, retirement and nursing homes, specialized care centers and alcoholic rehabilitation treatment centers. Educational financings include public universities, liberal arts colleges, major research universities and medical schools, institutions of specialized instruction, public school districts, private elementary and secondary schools and charter schools.

During 1985 the Authority became authorized to assist public school districts and community colleges with loans to fund shortfalls in operating funds during the school year. Higher education institutions also can be assisted with cash flow shortages.

In 1988, the Authority issued a series of bonds designed to assist organizations that provide care for persons affected by mental disabilities.

During 1995, the Authority was charged with developing guidelines for and the administration of the Direct Deposit Program, which provides strong credit ratings for Missouri school districts. The Authority also developed the HELP Program, which provides low interest loans to small and/or rural health care and educational facilities.

The Authority's bonds and notes do not constitute a debt or liability of the State of Missouri or of any political subdivision thereof, within the meaning of any State constitutional provision or statutory limitation. The Authority has no taxing power. The credit supporting any Authority note or bond issue is the credit of the individual borrowing institutions. The bonds and notes are limited obligations of the Authority payable solely from payments made by the borrowing institution.

The validity of the Authority's Act was upheld by the Missouri Supreme Court in *Menorah Medical Center vs. Health and Educational Facilities Authority of the State of Missouri* 584 S. W. 2d 73 (MO 1979).



KANSAS CITY ART INSTITUTE



## ■ FINANCIAL SERVICES ■

The Authority assists health care and educational institutions in financing equipment purchases and capital projects at the lowest possible cost. Financing options that the Authority offers to Missouri institutions consist of the following debt instruments:

### VARIABLE FLOATING RATE BONDS

While these instruments have a nominal long-term maturity, the interest rate is adjusted periodically (usually daily or weekly). The borrower is able to take advantage of low short-term rates, but also, if conditions warrant, to lock in a fixed interest rate without many of the costs associated with a new issuance of bonds. During 2005, weekly adjustable rates ranged from a low of 1.46% to a high of 3.60% with an average rate of 2.46%.

### FIXED RATE BONDS SHORT TO INTERMEDIATE TERM BONDS

A variation of traditional fixed rate long-term bonds, these fully amortized bonds are for borrowers who desire shorter prepayment provisions and can generate sufficient revenues to retire the principal over a shorter maturity. The bonds are generally issued for periods ranging from 10-15 years, with a 5-8 year prepayment provision.

### LONG-TERM BONDS

These traditional 20 to 60 year fully amortized term bonds are issued at prevailing market rates. This type of instrument offers the security of fixed rates and the opportunity to stabilize interest costs in a volatile

market while matching a longer term liability with the expected useful life of the asset.

### FLOATING OR FIXED RATE NOTES

The interest rate on these one to two year notes either floats, with the rate adjusted periodically, or is fixed for its term. The borrower is able to take advantage of lower interest rates while planning long-term financing according to projected needs.

### REFUNDINGS OF PRIOR DEBT

Health care and educational institutions often refinance to take advantage of lower interest rates in the market place than existed at the time of prior financing. Similarly, such institutions often wish to avoid restrictive covenants or collateral requirements contained in a prior financing that would no longer be necessary in a new financing. The Authority has the ability to issue "refunding bonds" which can accomplish these goals. Such bonds often can be issued to refund the institution's obligations even if the Authority was not involved in the original financing. Such "refundings" may, depending on the terms of the prior financing and what is advantageous at the time, either be "current" refundings in which the prior debt is paid off within 90 days of the issuance of the new bonds, or "advance" refundings in which the proceeds of a new bond issue are placed in escrow to pay off the old bonds at some designated time in the future. The Tax Reform Act of 1986 placed restrictions on advance refundings, yet most institutions are still able to take advantage of this financing technique.

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MESSIAH LUTHERAN

## ■ PROGRAMS ■

### SCHOOL DISTRICT ADVANCE FUNDING PROGRAM

In 1985 the Authority and the Missouri School Boards Association established the Missouri School District Advance Funding Program to provide the lowest cost financing available for Missouri school districts and public community junior colleges to fund any cash flow deficits that might occur in their various funds during the fiscal year. Some of the advantages of participating in the program include low borrowing rates, high investment rates, costs of issuance shared by all participants and easy access to funds. Since 1985, over \$1.2 billion has been loaned to participants under the Advance Funding Program.

### HELP! PROGRAM

The Authority, recognizing the difficulty that small providers of health care and educational services experience obtaining adequate financing for their capital needs, in 1995 created the HELP! program to provide these organizations access to low cost loans.

Through the HELP! Program, the Authority loans up to \$400,000 for a maximum of ten years at attractive interest rates to small health care and educational providers. Eighteen institutions have taken advantage of the benefits of this program.

### HIGHER EDUCATION WORKING CAPITAL LOAN PROGRAM

During 1996, the Authority established the Higher Education Working Capital Loan Program to help alleviate cash flow difficulties that are typically experienced during part of each fiscal year by higher educational institutions. The Program allows participating institutions to borrow money under an advance funding agreement to provide funds during that portion of its current fiscal year when funds are not yet on hand to pay expenses as incurred.

As of December 31, 2005, \$163.68 million of notes have been issued under this program.

### DIRECT DEPOSIT PROGRAM

In 1995, the Missouri Legislature adopted Senate Bill No. 301 which sets forth the development of a program to assist Missouri school districts with their financing needs. The Direct Deposit Program, administered by the Authority, provides two principal benefits to school districts issuing general obligation bonds.

First, in an effort to improve the credit quality of all school districts in Missouri, the Program, effectively, provides for credit enhancement by authorizing the direct deposit, by the State of Missouri to a bank serving as trustee, of a portion of state aid payments that would otherwise be paid directly to the involved school district. The direct deposit amount is equal to debt service on the school district bonds. This procedure results in a credit rating in the second highest rating category (i.e. "AA+"), resulting in attractive interest rates on the bonds at no additional cost to the participating district or the State.

Second, to assist the school districts with the costs involved in issuing such bonds, if the State's budget permits, the Program provides for the payment of a grant to participating school districts for the lesser of 2% of the par amount of the bonds issued or the actual reasonable costs of issuance as determined by the Authority.

As of June 30, 2005 1040 financings have been processed through the program, representing \$5.51 billion of bonds issued.



SAINT LOUIS UNIVERSITY



## ■ INSTITUTIONS ■

<b>AVA</b>		<b>HUMANSVILLE</b>		<b>MARYVILLE</b>
• Deaconess Long Term Care		• Deaconess Long Term Care		• SSM Health Care
<b>BELLEVUE</b>		<b>JEFFERSON CITY</b>		<b>MARSHFIELD</b>
• Deaconess Long Term Care		• Capital Region Medical Center		• Deaconess Long Term Care
<b>BELTON</b>		• Dialysis Clinic, Inc.		<b>MEXICO</b>
• Dialysis Clinic, Inc.		• SSM Health Care		• Audrain Medical Center
<b>BOLIVAR</b>		<b>JOPLIN</b>		<b>MOBERLY</b>
• Southwest Baptist University		• Freeman Health System		• Dialysis Clinic, Inc.
<b>BOONVILLE</b>		<b>KANSAS CITY AREA</b>		<b>MONETT</b>
• Valley Hope Association		• Academie Lafayette		• Deaconess Long Term Care
<b>BRANSON</b>		• Baptist Medical Center		<b>NEOSHO</b>
• Skaggs Community Hospital		• The Barstow School		• Freeman Neosho Hospital
<b>BUFFALO</b>		• Children's Mercy Hospital		<b>O'FALLON</b>
• Deaconess Long Term Care		• Coordinated Professional Services		• BJC Health Care
<b>CAPE GIRARDEAU</b>		• Deaconess Long Term Care		• Living Word Christian School
• Saint Francis Medical Center		• Health Midwest		<b>OSAGE BEACH</b>
• Southeast Missouri Hospital		• Kansas City Academy		• Lake Regional Health System
<b>CASSVILLE</b>		• Kansas City Art Institute		<b>PARKVILLE</b>
• Deaconess Long Term Care		• Kansas City University of Medicine and Biosciences		• Park University
<b>CHESTERFIELD</b>		• LifeFlight Eagle		<b>POTOSI</b>
• Logan College of Chiropractic		• Menorah Medical Center		• Deaconess Long Term Care
• St. Luke's Episcopal-Presbyterian Hospital		• The Pembroke Hill School		<b>ST. CHARLES</b>
<b>CLINTON</b>		• Rockhurst High School		• Parkside Meadows
• Dialysis Clinic, Inc.		• Rockhurst University		• SSM-St. Joseph's Medical Center
<b>COLUMBIA</b>		• Saint Luke's Hospital		• Heartland Health System
• National Benevolent Association:		• Saint Luke's Northland Hospital		<b>ST. LOUIS AREA</b>
• --Lenoir Retirement Community		• Saint Luke's Health System		• Ascension Health
• --Woodhaven Learning Center		• St. Joseph Health Center		• Anheuser Busch Eye Institute
• Stephens College		• St. Pius X High School		• Area Rescue Consortium of Hospitals (ARCH)
• University of Missouri - Columbia		• Stowers Institute for Medical Research		• BJC-Barnes-Jewish Hospital
<b>CRYSTAL CITY</b>		• Swope Parkway Health Center		• Bethesda Barclay House
• Jefferson Memorial Hospital		• Trinity Lutheran Hospital		• Bethesda Gardens
<b>FARMINGTON</b>		• Truman Medical Center		• Bethesda Health Group
• Mineral Area Regional Medical Center		• University of Missouri - Kansas City		• Bethesda West
<b>FAYETTE</b>		<b>KIRKSVILLE</b>		• BJC Health Care
• Central Methodist University		• Dialysis Clinic, Inc.		• John Burroughs School
<b>FULTON</b>		• Kirksville College of Osteopathic Medicine		• Central Institute for the Deaf
• Westminster College		<b>LEE'S SUMMIT</b>		• Christian Brothers College High School
• William Woods University		• John Knox Village		• BJC-Christian Hospitals NE & NW
<b>HANNIBAL</b>		<b>LEWISTOWN</b>		• City Academy
• Hannibal-LaGrange College		• Deaconess Long Term Care		• The Community School
<b>HARRISONVILLE</b>		<b>LIBERTY</b>		• Deaconess Health Services
• Deaconess Long Term Care		• William Jewell College		• DeSmet Jesuit High School
		<b>MARSHALL</b>		• Family Care Health Center
		• John Fitzgibbon Memorial Hospital		• Fontbonne College
		• Missouri Valley College		• Forsyth School

## ■ INSTITUTIONS ■

- Incarnate Word Hospital
- Lutheran Church Extension Fund
- Lutheran High School Association
- Lutheran Senior Services
- Maryville University
- Missouri Baptist University
- BJC-Missouri Baptist Medical Center
- National Benevolent Association
- Ranken Technical College
- Saint Louis Priory School
- Saint Louis University
- St. Alexis Hospital
- St. Anthony's Medical Center

- St. John's Mercy Medical Center
- St. Louis Charter School
- BJC-St. Louis Children's Hospital
- St. Louis College of Pharmacy
- St. Louis University High School
- Sisters of Mercy Health System
- SSM Health Care
- University of Missouri - St. Louis
- The Visitation Academy
- The Washington University
- Webster University

### ST. PETERS

- Lutheran H.S. of St. Charles County

### SIKESTON

- Missouri Delta Community Hospital

### SMITHVILLE

- Saint Luke's Northland Hospital

### SPRINGFIELD

- Assemblies of God Financial Services Group
- Cox Health System
- Drury University
- Evangel University
- St. John's Regional Health Center
- Missouri State University

### WARRENSBURG

- Central Missouri State University

### WELDON SPRING

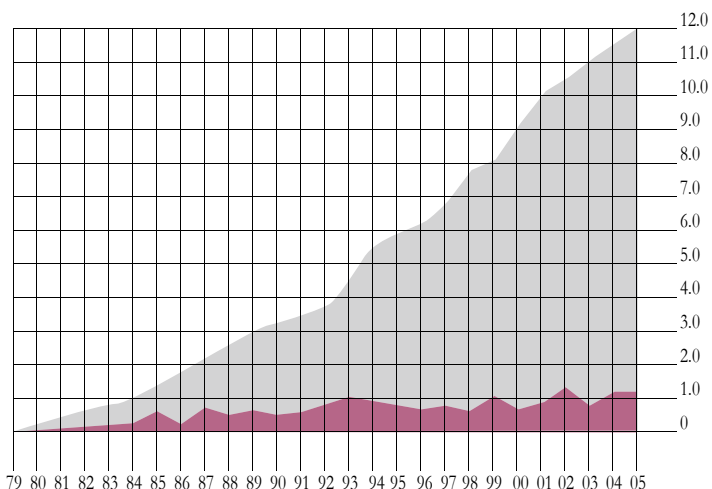
- Lutheran Church Extension Fund - Messiah Lutheran School



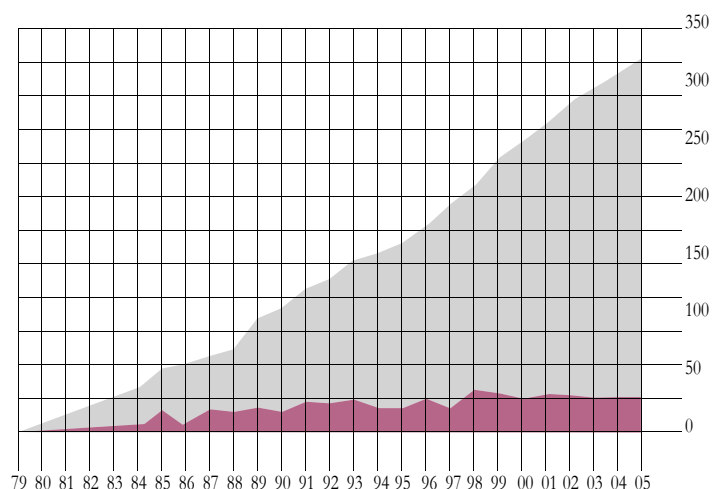
## ■ CUMULATIVE SUMMARY OF FINANCINGS ■

YEAR	#	PUBLIC ISSUE BONDS AMOUNT	#	PRIVATE ISSUE BONDS AMOUNT	#	NOTES AMOUNT	#	TOTAL AMOUNT
1979	1	63,100,000	—	—	1	20,000,000	2	83,100,000
1980	3	112,765,000	2	5,795,000	3	23,245,000	8	141,805,000
1981	4	79,285,000	3	20,350,000	4	94,000,000	11	193,635,000
1982	4	113,935,000	—	—	3	61,000,000	7	174,935,000
1983	4	155,350,000	4	96,110,000	—	—	8	251,460,000
1984	2	34,890,000	2	109,465,000	—	—	4	144,355,000
1985	16	612,625,000	3	23,825,000	1	75,550,000	20	712,000,000
1986	2	32,500,000	—	—	—	—	2	32,500,000
1987	11	417,324,350	1	5,500,000	1	13,515,000	13	436,339,350
1988	6	241,485,000	—	—	1	26,055,000	7	267,540,000
1989	12	521,229,952	1	15,000,000	2	42,920,000	15	579,149,952
1990	8	220,408,035	—	—	2	56,410,000	10	276,818,035
1991	8	285,934,996	3	14,175,000	1	70,200,000	12	370,309,996
1992	11	547,163,306	1	2,500,000	1	76,110,000	13	625,773,306
1993	13	758,002,437	2	1,600,000	1	9,500,000	16	769,102,437
1994	8	355,520,000	2	4,734,257	1	50,010,000	11	410,264,257
1995	6	280,570,000	2	13,588,625	2	74,825,000	10	368,983,625
1996	14	390,595,000	3	9,470,000	1	100,360,000	18	500,425,000
1997	6	91,975,000	—	—	2	100,355,000	8	192,330,000
1998	15	982,127,211	5	24,036,607	2	88,355,000	22	1,094,518,818
1999	16	310,430,000	1	1,341,848	2	64,735,000	19	376,506,848
2000	9	553,785,000	2	8,290,832	2	75,440,000	13	637,515,832
2001	14	1,266,200,000	3	13,035,894	2	75,620,000	19	1,354,855,894
2002	13	497,755,000	3	18,910,498	3	73,625,000	19	590,290,498
2003	16	888,100,000	3	17,347,678	2	111,050,000	21	1,016,497,678
2004	8	428,125,000	3	16,172,244	2	68,525,000	13	512,822,244
2005	13	1,293,390,000	1	6,045,000	2	38,145,000	16	1,337,580,000
<b>Total</b>	<b>243</b>	<b>\$11,534,570,287</b>	<b>50</b>	<b>\$427,293,483</b>	<b>44</b>	<b>\$1,489,550,000</b>	<b>337</b>	<b>\$13,451,413,770</b>

CUMULATIVE DOLLARS (IN BILLIONS) BY YEAR  
DOLLARS (IN BILLIONS) BY YEAR



CUMULATIVE NUMBER OF FINANCINGS BY YEAR  
NUMBER OF FINANCINGS BY YEAR





## ■ PROJECTS FINANCED 2005 ■

INSTITUTION 2005	LOCATION	AMOUNT
Lutheran Church Extension Fund, Series B - Messiah Lutheran School	Weldon Spring	\$6,045,000
The Washington University	St. Louis	\$20,780,000
BJC Health Care	St. Louis	\$157,890,000
St. John Vianney High School	St. Louis	\$5,000,000
Jefferson Memorial Hospital	Crystal City	\$7,440,000
Higher Education Working Capital Loan Program	Statewide	\$15,295,000
SSM Health Care, Series A, B, C, D	St. Louis	\$753,900,000
Lutheran Senior Services, Series A	St. Louis	\$30,000,000
Saint Louis University	St. Louis	\$71,600,000
Truman Medical Center	Kansas City	\$8,400,000
William Jewell College	Liberty	\$17,880,000
Missouri School District Advance Funding Program	Statewide	\$22,850,000
Lutheran Senior Services, Series B	St. Louis	\$21,900,000
Kansas City Art Institute	Kansas City	\$12,000,000
Saint Luke's Health System	Kansas City	\$100,000,000
St. Anthony's Medical Center	St. Louis	\$86,600,000
	<b>TOTAL</b>	<b>\$1,337,580,000</b>



### LUTHERAN SENIOR SERVICES



## ■ PROJECTS FINANCED ■

INSTITUTION 2004	LOCATION	AMOUNT
Lake Regional Health System	Osage Beach	\$2,372,244
Sisters of Mercy Health System	St. Louis	\$127,025,000
Higher Education Revenue Anticipation Notes	Statewide	\$13,575,000
Saint Luke's Health System	Kansas City	\$96,990,000
Jefferson Memorial Hospital	Crystal City	\$37,275,000
Forsyth School	St. Louis	\$3,800,000
Capital Region Medical Center	Jefferson City	\$17,500,000
St. Pius X High School	Kansas City	\$6,200,000
Lutheran Church Extension Fund High School Program	Statewide	\$33,140,000
SSM Health Care	St. Louis	\$10,000,000
Bethesda Health Group	St. Louis	\$9,995,000
Missouri School District Advance Funding Program	Statewide	\$54,950,000
The Washington University	St. Louis	\$100,000,000
	<b>TOTAL</b>	<b>\$512,822,244</b>
INSTITUTION 2003	LOCATION	AMOUNT
Missouri Baptist University	St. Louis	7,420,000
The Washington University	St. Louis	93,430,000
Drury University	Springfield	5,600,000
The Barstow School	Kansas City	6,000,000
Academie Lafayette	Kansas City	2,550,000
The Washington University	St. Louis	25,135,000
John Burroughs School	St. Louis	6,640,000
Ascension Health	St. Louis	295,375,000
Higher Education Revenue Anticipation Notes	Statewide	14,150,000
Children's Mercy Hospital	Kansas City	27,500,000
City Academy	St. Louis	8,735,000
Lutheran H.S. of St. Charles County - L.C.E.F.	St. Peters	3,200,000
SSM Health Care	St. Louis	9,747,678
Southwest Baptist University.	Bolivar	8,000,000
BJC Health Care	St. Louis	221,000,000
Saint Louis University	St. Louis	20,460,000
Saint Lukes Health System	Kansas City	125,000,000
LifeFlight Eagle	Kansas City	4,400,000
Missouri School District Advance Funding Program	Statewide	96,900,000
Lake Regional Health System	Osage Beach	27,470,000
Ranken Technical College	St. Louis	7,785,000
	<b>TOTAL</b>	<b>\$1,016,497,678</b>
INSTITUTION 2002	LOCATION	AMOUNT
Stowers Institute for Medical Research	Kansas City	75,000,000
Higher Education Revenue Anticipation Notes	Statewide	18,335,000
Children's Mercy Hospital	Kansas City	50,000,000
Higher Education Revenue Anticipation Notes	Statewide	3,100,000
Lutheran High School Association	St. Louis	6,500,000

## ■ PROJECTS FINANCED ■

INSTITUTION 2002 (CONTINUED)	LOCATION	AMOUNT
SSM Health Care	St. Louis	9,958,188
Cox Health System	Springfield	85,000,000
Saint Louis University	St. Louis	24,000,000
SSM Health Care	St. Louis	133,565,000
Living Word Christian School	O'Fallon	4,865,000
Rockhurst High School	Kansas City	5,500,000
Truman Medical Center	Kansas City	4,087,310
Missouri School District Advance Funding Program	Statewide	52,190,000
Rockhurst University.	Kansas City	27,275,000
DeSmet Jesuit High School	St. Louis	15,000,000
St. Louis Charter School	St. Louis	6,130,000
Christian Brothers College High School	St. Louis	50,000,000
Missouri State University	Springfield	5,445,000
Central Missouri State University	Warrensburg	14,340,000
	<b>TOTAL</b>	<b>\$590,290,498</b>
INSTITUTION 2001	LOCATION	AMOUNT
Family Care Health Center	St. Louis	3,210,000
Webster University	St. Louis	35,000,000
Higher Education Revenue Anticipation Notes	Statewide	27,585,000
Assemblies of God Financial Services Group	Springfield	80,000,000
SSM Health Care	St. Louis	248,570,000
St. Louis College of Pharmacy	St. Louis	51,000,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	100,000,000
The Washington University	St. Louis	176,490,000
Sisters of Mercy Health System	St. Louis	378,300,000
The Pembroke Hill School	Kansas City	10,000,000
Hannibal-LaGrange College	Hannibal	7,435,000
Bethesda Health Group	St. Louis	54,385,000
Kansas City University of Medicine and Biosciences	Kansas City	8,305,000
The Washington University.	St. Louis	73,355,000
Missouri School District Advance Funding Program	Statewide	48,035,000
Lake Regional Health System	Osage Beach	972,062
Missouri Valley College	Marshall	8,360,000
SSM Health Care	St. Louis	8,853,832
University of Missouri	Columbia	35,000,000
	<b>TOTAL</b>	<b>\$1,354,855,894</b>
INSTITUTION 2000	LOCATION	AMOUNT
Deaconess Long Term Care of Missouri	Statewide	\$6,780,000
The Pembroke Hill School	Kansas City	10,000,000
The Washington University	St. Louis	155,000,000
SSM Health Care	St. Louis	4,290,832
Higher Education Revenue Anticipation Notes	Statewide	24,000,000
Maryville University	St. Louis	15,000,000



## ■ PROJECTS FINANCED ■

INSTITUTION 2000 (CONTINUED)	LOCATION	AMOUNT
The Washington University	St. Louis	9,270,000
Stowers Institute for Medical Research	Kansas City	215,000,000
Missouri School District Advance Funding Program	Statewide	51,440,000
St. Anthony's Medical Center	St. Louis	86,335,000
Dialysis Clinic, Inc.	Statewide	4,000,000
Saint Louis Priory School	St. Louis	6,400,000
Lutheran Senior Services	St. Louis	50,000,000
	<b>TOTAL</b>	<b>\$637,515,832</b>
INSTITUTION 1999	LOCATION	AMOUNT
William Woods University	Fulton	\$8,000,000
National Benevolent Association	St. Louis	2,860,000
Rockhurst University	Kansas City	15,790,000
St. Louis University High School	St. Louis	18,820,000
Higher Education Revenue Anticipation Notes	Statewide	26,300,000
The Visitation Academy	St. Louis	6,300,000
The Washington University	St. Louis	9,135,000
Park University	Parkville	6,000,000
Saint Louis University	St. Louis	67,000,000
Health Care Pooled Finance Program	Statewide	84,000,000
Missouri School District Advance Funding Program	Statewide	38,435,000
Central Institute For The Deaf	St. Louis	25,245,000
Stephens College	Columbia	4,500,000
Kansas City Art Institute	Kansas City	10,000,000
Swope Parkway Health Center	Kansas City	4,500,000
William Jewell College	Liberty	8,000,000
Drury University	Springfield	33,080,000
Lake Regional Health System	Osage Beach	1,341,848
Central Missouri State University	Warrensburg	7,200,000
	<b>TOTAL</b>	<b>\$376,506,848</b>
INSTITUTION 1998	LOCATION	AMOUNT
Freeman Health System	Joplin	\$26,285,000
The Washington University	St. Louis	105,770,000
Health Midwest-Park Lane Medical Center	Kansas City	13,900,000
Stowers Institute for Medical Research	Kansas City	125,000,000
Higher Education Revenue Anticipation Notes	Statewide	17,555,000
Southwest Baptist University	Bolivar	7,000,000
SSM Health Care	St. Louis	292,120,000
Missouri Baptist College	St. Louis	3,960,000
Fontbonne College	St. Louis	9,400,000
Rockhurst High School	Kansas City	13,000,000
Truman Medical Center	Kansas City	3,427,107
Lake Regional Health System	Osage Beach	961,880
The Children's Mercy Hospital	Kansas City	20,595,000

## ■ PROJECTS FINANCED ■

INSTITUTION 1998 (CONTINUED)	LOCATION	AMOUNT
Lake Regional Health System	Osage Beach	35,000,000
Saint Louis University	St. Louis	74,997,211
The Pembroke Hill School	Kansas City	15,000,000
Dialysis Clinic, Inc.	Statewide	3,700,000
Heartland Health System	St. Joseph	2,047,620
Missouri School District Advance Funding Program	Statewide	70,800,000
BJC Health Care	St. Louis	225,000,000
The Barstow School	Kansas City	4,000,000
Capital Region Medical Center	Jefferson City	\$25,000,000
	<b>TOTAL</b>	<b>\$1,094,518,818</b>
INSTITUTION 1997	LOCATION	AMOUNT
Missouri School District Advance Funding Program	Statewide	\$97,155,000
Direct Deposit Program Refunding Pool	Statewide	860,000
Ranken Technical College	St. Louis	7,265,000
Maryville University	St. Louis	9,815,000
Cox Health System	Springfield	46,600,000
Lutheran Senior Services	St. Louis	25,335,000
Area Rescue Consortium of Hospitals (ARCH)	St. Louis	2,100,000
Drury University	Springfield	3,200,000
	<b>TOTAL</b>	<b>\$192,330,000</b>
INSTITUTION 1996	LOCATION	AMOUNT
Saint Louis Priory School	St. Louis	\$5,000,000
The Washington University	St. Louis	142,400,000
Saint Louis University	St. Louis	53,000,000
Missouri State University	Springfield	6,500,000
John Fitzgibbon Memorial Hospital	Marshall	7,270,000
Saint Francis Medical Center	Cape Girardeau	25,000,000
Bethesda Barclay House	St. Louis	12,000,000
Forsyth School, Inc.	St. Louis	1,200,000
National Benevolent Association-Woodhaven Learning Center	Columbia	2,355,000
Lake Regional Health System	Osage Beach	18,025,000
The Community School Association	St. Louis	1,000,000
Missouri School District Advance Funding Program	Statewide	100,360,000
Drury University	Springfield	12,450,000
Lutheran Senior Services	St. Louis	35,285,000
William Jewell College	Liberty	6,875,000
Deaconess Long Term Care of Missouri, Inc.	Statewide	35,330,000
Saint Luke's/Shawnee Mission Health System, Inc.	Kansas City	33,655,000
National Benevolent Association-Lenoir Retirement Community	Columbia	2,720,000
	<b>TOTAL</b>	<b>\$500,425,000</b>

## ■ PROJECTS FINANCED ■

INSTITUTION 1995	LOCATION	AMOUNT
Deaconess Health Services	St. Louis	\$13,000,000
SSM Health Care	St. Louis	135,900,000
Missouri School District Advance Funding Program	Statewide	69,825,000
Lake Regional Health System	Osage Beach	588,625
The Washington University	St. Louis	7,600,000
Jefferson Memorial Hospital	Crystal City	17,525,000
Central Missouri State University	Warrensburg	7,000,000
Rockhurst University	Kansas City	8,900,000
Sisters of Mercy Health System	St. Louis	103,645,000
Missouri School District Advance Funding Program	Statewide	5,000,000
	<b>TOTAL</b>	<b>\$368,983,625</b>
INSTITUTION 1994	LOCATION	AMOUNT
Park University	Parkville	\$2,200,000
National Benevolent Association-Lenoir Retirement Community	Columbia	5,430,000
John Burroughs School	St. Louis	9,040,000
Freeman Health System	Joplin	57,530,000
Bethesda Health Group of St. Louis, Inc.	St. Louis	44,795,000
Kansas City University of Medicine and Biosciences	Kansas City	5,565,000
Coordinated Professional Services	Kansas City	2,534,257
Missouri School District Advance Funding Program	Statewide	50,010,000
Health Midwest	Kansas City	42,425,000
St. Louis University High School	St. Louis	15,000,000
BJC Health Care	St. Louis	175,735,000
	<b>TOTAL</b>	<b>\$410,264,257</b>
INSTITUTION 1993	LOCATION	AMOUNT
Webster University	St. Louis	\$8,190,000
The Skaggs Community Hospital Association	Branson	7,500,000
The Jefferson Memorial Hospital Association	Crystal City	1,232,437
Heartland Health System	St. Joseph	38,740,000
Kansas City Academy	Kansas City	200,000
The Children's Mercy Hospital	Kansas City	35,000,000
Community Provider Pooled Loan Program	Statewide	7,195,000
Sisters of Mercy Health System	St. Louis	9,800,000
Cox Health System	Springfield	60,865,000
Kirkville College of Osteopathic Medicine	Kirkville	1,400,000
Saint Louis University	St. Louis	69,390,000
Jefferson Memorial Hospital Association	Crystal City	20,000,000
Saint Luke's/Shawnee Mission Health System	Kansas City	121,675,000
Equipment and Capital Loan Program	Statewide	80,535,000
Missouri School District Advance Funding Program	Statewide	9,500,000
BJC Health Care	St. Louis	297,880,000
	<b>TOTAL</b>	<b>\$769,102,437</b>



## ■ PROJECTS FINANCED ■

INSTITUTION 1992	LOCATION	AMOUNT
Sisters of Mercy Health System	St. Louis	\$33,230,000
BJC-St. Louis Children's Hospital	St. Louis	82,636,014
Capital Region Medical Center	Jefferson City	7,100,000
Missouri School District Advance Funding Program	Statewide	76,110,000
Sisters of Mercy Health System	St. Louis	28,700,000
Kirksville College of Osteopathic Medicine	Kirksville	2,500,000
Cox Health System	Springfield	20,347,292
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	10,575,000
Health Midwest	Kansas City	9,330,000
Health Midwest	Kansas City	143,455,000
Rockhurst University	Kansas City	6,370,000
SSM Health Care	St. Louis	170,420,000
Heartland Health System	St. Joseph	35,000,000
	<b>TOTAL</b>	<b>\$625,773,306</b>
INSTITUTION 1991	LOCATION	AMOUNT
Webster University	St. Louis	\$9,900,000
Southeast Missouri Hospital Association	Cape Girardeau	34,490,000
Saint Luke's/Shawnee Mission Health System	Kansas City	49,415,000
William Jewell College	Liberty	6,500,000
BJC-Christian Health Services	St. Louis	94,210,000
Missouri School District Advance Funding Program	Statewide	70,200,000
Southwest Baptist University	Bolivar	5,175,000
Bethesda Gardens, Inc.	St. Louis	8,925,000
Saint Louis University	St. Louis	24,999,996
BJC-The Jewish Hospital of St. Louis	St. Louis	40,000,000
Anheuser-Busch Eye Institute	St. Louis	23,995,000
Fontbonne College	St. Louis	2,500,000
	<b>TOTAL</b>	<b>\$370,309,996</b>
INSTITUTION 1990	LOCATION	AMOUNT
St. Anthony's Medical Center	St. Louis	\$20,000,000
BJC-Missouri Baptist Medical Center	St. Louis	47,308,035
Area Rescue Consortium of Hospitals (ARCH)	St. Louis	5,100,000
BJC-Missouri Baptist Medical Center	St. Louis	20,000,000
Missouri School District Advance Funding Program	Statewide	51,410,000
BJC-Barnes Hospital	St. Louis	77,650,000
SSM Health Care	St. Louis	21,200,000
Missouri School District Advance Funding Program	Statewide	5,000,000
Saint Louis University	St. Louis	2,245,000
SSM Health Care	St. Louis	26,905,000
	<b>TOTAL</b>	<b>\$276,818,035</b>

## ■ PROJECTS FINANCED ■

INSTITUTION 1989	LOCATION	AMOUNT
Saint Louis University	St. Louis	\$30,055,383
University of Missouri	Various	39,999,569
The Washington University	St. Louis	83,300,000
Deaconess Health Services	St. Louis	13,000,000
Saint Luke's/Shawnee Mission Health System	Kansas City	21,690,000
Sisters of Mercy Health System	St. Louis	103,000,000
Missouri School District Advance Funding Program	Statewide	36,220,000
Heartland Health System	St. Joseph	51,600,000
St. Anthony's Medical Center	St. Louis	72,200,000
Missouri School District Advance Funding Program	Statewide	6,700,000
BJC-Christian Health Services	St. Louis	15,000,000
Sisters of Mercy Health System	St. Louis	26,545,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	32,000,000
Lake Regional Health System.	Osage Beach	6,000,000
BJC-Missouri Baptist Medical Center	St. Louis	41,840,000
	<b>TOTAL</b>	<b>\$579,149,952</b>
INSTITUTION 1988	LOCATION	AMOUNT
Saint Luke's Northland Hospital	Kansas City	\$10,545,000
Capital Region Medical Center	Jefferson City	5,010,000
SSM Health Care	St. Louis	136,625,000
Community Provider Pooled Loan Program	Statewide	8,345,000
Bethesda Health Group of St. Louis, Inc.	St. Louis	15,960,000
Missouri School District Advance Funding Program	Statewide	26,055,000
SSM Health Care	St. Louis	65,000,000
	<b>TOTAL</b>	<b>\$267,540,000</b>
INSTITUTION 1987	LOCATION	AMOUNT
BJC-St. Louis Children's Hospital	St. Louis	\$67,340,000
Cox Health System	Springfield	122,570,000
Capital Region Medical Center	Jefferson City	9,560,000
Lake Regional Health System.	Osage Beach	7,300,000
Deaconess Health Services	St. Louis	48,000,000
Bethesda Health Group of St. Louis, Inc.	St. Louis	16,195,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	56,800,000
John Knox Village	Lee's Summit	12,000,000
Skaggs Community Hospital Association	Branson	5,500,000
Stephens College	Columbia	5,000,000
Saint Louis University	St. Louis	33,270,000
Missouri School District Advance Funding Program	Statewide	13,515,000
BJC-Missouri Baptist Medical Center	St. Louis	39,289,350
	<b>TOTAL</b>	<b>\$436,339,350</b>

## ■ PROJECTS FINANCED ■

INSTITUTION 1986	LOCATION	AMOUNT
Webster University	St. Louis	\$7,600,000
Freeman Health System	Joplin	24,900,000
	<b>TOTAL</b>	<b>\$32,500,000</b>
INSTITUTION 1985	LOCATION	AMOUNT
Deaconess Health Services	St. Louis	\$32,770,000
BJC-The Jewish Hospital of St. Louis	St. Louis	38,000,000
Southeast Missouri Hospital Association	Cape Girardeau	21,530,000
Parkside Meadows	St. Charles	3,500,000
St. Alexius Hospital	St. Louis	15,590,000
St. John's Mercy Medical Center	St. Louis	23,975,000
Missouri School District Advance Funding Program	Statewide	75,550,000
St. John's Mercy Medical Center	St. Louis	33,500,000
St. John's Regional Health Center	Springfield	35,300,000
Equipment and Capital Loan Program	Statewide	130,000,000
BJC-Barnes Hospital	St. Louis	18,725,000
BJC-Christian Health Services	St. Louis	84,760,000
Incarnate Word Hospital	St. Louis	10,000,000
Saint Louis University	St. Louis	20,000,000
Saint Louis University	St. Louis	8,900,000
St. Louis College of Pharmacy	St. Louis	5,000,000
Logan College of Chiropractic	Chesterfield	1,600,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	60,000,000
BJC-Barnes Hospital	St. Louis	44,800,000
The Washington University	St. Louis	48,500,000
	<b>TOTAL</b>	<b>\$712,000,000</b>
INSTITUTION 1984	LOCATION	AMOUNT
BJC-Christian Health Services	St. Louis	\$25,065,000
BJC-Barnes Hospital	St. Louis	17,995,000
The Washington University	St. Louis	84,400,000
BJC-Christian Health Services	St. Louis	16,895,000
	<b>TOTAL</b>	<b>\$144,355,000</b>
INSTITUTION 1983	LOCATION	AMOUNT
BJC-Christian Health Services	St. Louis	\$15,600,000
Skaggs Community Hospital Association	Branson	7,410,000
Cox Health System	Springfield	100,730,000
Freeman Health System	Joplin	20,710,000
Saint Louis University	St. Louis	19,625,000
Bethesda Health Group of St. Louis	St. Louis	14,285,000
Stephens College	Columbia	1,600,000
Sisters of Mercy Health System, St. Louis, Inc.	St. Louis & Springfield	71,500,000
	<b>TOTAL</b>	<b>\$251,460,000</b>



## ■ PROJECTS FINANCED ■

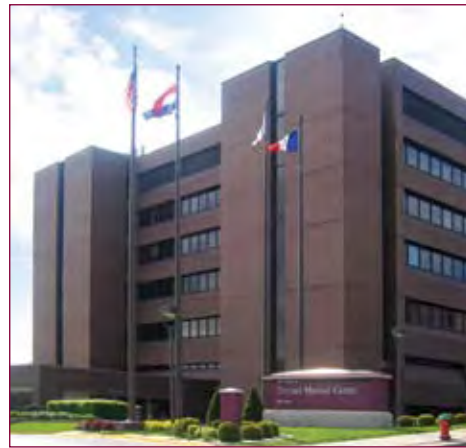
INSTITUTION 1982	LOCATION	AMOUNT
Southeast Missouri Hospital Association	Cape Girardeau	\$19,000,000
St. Alexius Hospital	St. Louis	15,225,000
Hospital Equipment Financing Program	Statewide	29,710,000
Sisters of Mercy Health System, St. Louis, Inc.	St. Louis and Springfield	50,000,000
Cox Health System	Springfield	47,000,000
Kirksville College of Osteopathic Medicine	Kirksville	4,000,000
Saint Louis University	St. Louis	10,000,000
	<b>TOTAL</b>	<b>\$174,935,000</b>
INSTITUTION 1981	LOCATION	AMOUNT
Trinity Lutheran Hospital	Kansas City	\$25,645,000
Saint Luke's Northland Hospital	Smithville	4,000,000
Metropolitan Medical Center	St. Louis	7,000,000
Central Medical Center	St. Louis	23,265,000
Evangel University	Springfield	3,300,000
Saint Luke's/Shawnee Mission Health System	Kansas City	14,800,000
Incarnate Word Hospital	St. Louis	13,500,000
William Jewell College	Liberty	2,250,000
The Washington University	St. Louis	60,000,000
BJC-Christian Health Services	St. Louis	23,000,000
Saint Louis University	St. Louis	16,875,000
	<b>TOTAL</b>	<b>\$193,635,000</b>
INSTITUTION 1980	LOCATION	AMOUNT
Heartland Health System	St. Joseph	\$29,415,000
Saint Louis University	St. Louis	10,245,000
Kirksville College of Osteopathic Medicine	Kirksville	3,000,000
The Washington University	St. Louis	21,550,000
Saint Luke's/Shawnee Mission Health System	Kansas City	10,000,000
BJC-St. Louis Children's Hospital	St. Louis	61,800,000
Valley Hope Association	Boonville	795,000
St. Anthony's Medical Center	St. Louis	5,000,000
	<b>TOTAL</b>	<b>\$141,805,000</b>
INSTITUTION 1979	LOCATION	AMOUNT
Menorah Medical Center	Kansas City	\$20,000,000
St. Anthony's Medical Center	St. Louis	63,100,000
	<b>TOTAL</b>	<b>\$83,100,000</b>



## ■ FINANCIAL STATEMENTS ■

REQUIRED SUPPLEMENTAL INFORMATION  
AND INDEPENDENT AUDITORS' REPORT

FOR THE YEARS ENDED  
DECEMBER 31, 2005 AND 2004



TRUMAN MEDICAL CENTER





## ■ TABLE OF CONTENTS ■

**23** Management Discussion and Analysis

**26** Independent Auditors' Report

### FINANCIAL STATEMENTS

**28** Balance Sheets

**29** Statements of Revenues, Expenses, and Changes in Net Assets

**29** Statements of Cash Flows

**31** Notes to Financial Statements

### REQUIRED SUPPLEMENTAL INFORMATION

**35** Independent Auditors' Report on Additional Information

**36** Schedule of Conduit Debt (Unaudited)

## ■ MANAGEMENT DISCUSSION ■ AND ANALYSIS

This section of the Missouri Health and Educational Facilities Authority (the “Authority”) annual financial report presents management’s discussion and analysis of the Authority’s operations and financial position during the fiscal years ended December 31, 2005 and 2004. This analysis should be read in conjunction with the independent auditors’ report, financial statements, notes to the financial statements and supplementary information.

### BACKGROUND ON THE AUTHORITY

The Health and Educational Facilities Authority of the State of Missouri was created by an Act of the Missouri General Assembly and became operational in 1979. The Authority is a self-supporting entity under the Office of Administration of the State of Missouri. No taxing power exists and no appropriations or other State support are received by the Authority. It is empowered to make loans to any qualified health or educational institution and to refund outstanding obligations, mortgages or advances issued, made or given for the cost of the facilities.

The Authority assists not-for-profit institutions in borrowing funds at the lowest possible cost to provide quality medical and educational services to Missouri residents. Interest paid on Authority bonds and notes is exempt from Federal and Missouri state income taxation, resulting in materially lower interest rates for substantial savings on financing cost. Many types of health care and education institutions across the state arranged for health facilities ranging from fewer than 100 to over 1,000 beds, including acute and primary care facilities, teaching centers, osteopathic hospitals, retirement and nursing homes, specialized care centers and alcoholic rehabilitation treatment centers. Educational financings include public universities, liberal arts colleges, major research universities and medical schools, institutions of specialized instruction, public school districts, private elementary and secondary schools and charter schools.

During 1985, the Authority became authorized to assist public school districts and community colleges with loans to fund shortfalls in operating funds during the school year.

In 1988, the Authority issued a series of bonds designed to assist organizations that provide care for persons affected by mental disabilities.

During 1995, the Authority was charged with developing guidelines for and the administration of the Direct Deposit Program, which provides strong credit ratings for Missouri school districts. The Authority also developed the HELP Program which provides low interest loans to small health care and educational facilities.

The Authority’s bonds and notes do not constitute a debt or liability of the State of Missouri or any political subdivision thereof, within the meaning of any State constitutional provision or statutory limitation. The credit supporting any Authority note or bond issue is the credit of the individual borrowing institution. The bonds and notes are limited obligations of the Authority payable solely from payments made by the borrowing institution.

### FINANCIAL HIGHLIGHTS

- MOHEFA’s total net assets increased by \$566,518 from 2004 to 2005 and \$392,038 from 2003 to 2004.
- During the year ended December 31, 2005, MOHEFA’s total revenues exceeded expenses by \$566,518. MOHEFA had operating expenses of \$830,432 in 2005 compared to \$846,745 in 2004 and operating revenues of \$1,215,208 compared to \$1,165,388 for those same years.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The three basic statements presented within the financial report are as follows:

- Balance Sheet – This statement presents information reflecting the Authority’s assets, liabilities and net assets. Net assets represent the amount of total assets less total liabilities. The balance sheet is categorized as to current and noncurrent assets and liabilities. For purposes of the financial statements, current assets and liabilities are those assets and liabilities with immediate liquidity or which are collectible or become due within one year of the statement date.
- Statement of Revenues, Expenses and Changes in Net Assets – This statement reflects the operating revenues and expenses during the year. Operating revenue is from administrative fees charged to health care and educational institutions. The change in net assets for an enterprise fund is similar to net profit or loss for any other business enterprise.
- Statement of Cash Flows – the statement of cash flows is presented on the direct method of reporting which reflects cash flows from operating and investing activities. Cash collections and payments are reflected in this statement to arrive at the net increase or decrease for the year.





## ■ MANAGEMENT DISCUSSION ■ AND ANALYSIS

### OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

The following summarizes the financial position of the Authority for the years ended December 31, 2005 and 2004.

	ASSETS		
	2005	2004	Increase (Decrease) 2005 vs. 2004
Current assets	\$6,662,460	\$6,057,909	\$604,551
Noncurrent assets	926,994	973,523	( 46,529)
Total Assets	\$7,589,454	\$7,031,432	\$558,022
	LIABILITIES AND NET ASSETS		
Current liabilities	\$ 160,696	\$ 169,192	(\$ 8,496)
Net assets	7,428,758	6,862,240	566,518
Total Liabilities and Net Assets	\$7,589,454	\$7,031,432	\$558,022

The following summarizes the results of operations of the Authority for the years ended December 31, 2005 and 2004.

	OPERATING REVENUE (EXPENSE)		
	2005	2004	Increase (Decrease) 2005 vs. 2004
Operating revenues	\$1,215,208	\$1,165,388	\$ 49,820
Operating expenses	830,432	846,745	( 16,313)
Operating Income	384,776	318,643	66,133
	NONOPERATING REVENUE (EXPENSE)		
Interest income	181,742	73,395	108,347
Change in Net Assets	566,518	392,038	174,480
Total Net Assets – Beginning of Year	6,862,240	6,470,202	392,038
Total Net Assets – End of Year	\$7,428,758	\$6,862,240	\$566,518



## ■ MANAGEMENT DISCUSSION ■ AND ANALYSIS

### ANALYSIS

Over 89% of operating revenue comes from the annual service fees paid by borrowers in order to take advantage of debt issuance through the Authority. Existing transactions remain at a high level and demand for new transactions is very strong. The Authority is confident that while its annual service fees are low compared to comparable issuers in other states, the fees are adequate to maintain the operations of the Authority. Interest on investments is the other minor component of total revenue. With interest rates recovering from near historic lows, this stream of revenue has increased significantly over the prior year.

The Authority issues bonds, notes and leases on behalf of various health systems, stand-alone hospitals, long term care facilities, higher educational institutions, public school districts, private elementary and secondary schools and educational systems. In 2005, activity is approximately 90% health care and 10% education in terms of dollar volume and 50% each in terms of the number of transactions. Historically, activity has been approximately 65% health care and 35% education in terms of dollar volume and 50% each in terms of the number of transactions.

In addition, the Authority's direct loan HELP Program continues to be a success in providing low cost loans to very small health and education providers. The Missouri School District Direct Deposit Program finished the June 30, 2005 fiscal year with 121 transactions and \$732,731,362 in school district bonds. The Authority acts as Program Administrator and not issuer.

Fiscal year 2005 represented typical activity in terms of number of transactions. The 16 bond and note issues were very close to the Authority's annual average. Dollar volume was the second largest in the history of the Authority at \$1,337,580,000 in issuance.

### ADMINISTRATION OF AUTHORITY CONDUIT DEBT

As of December 31, 2005, the Authority had outstanding \$5,871,101,271 of conduit debt in bonds, notes and leases. The total amount outstanding continues to grow as more money is borrowed through the capital markets than is paid off through calls, maturities, refundings, etc. which is well within the expectation, scope and purpose of the Authority. Transactions outstanding include publicly placed bonds rated by Standard & Poor's and Fitch and Moody's from AAA/Aaa through BBB-/Baa3, publicly placed bonds that are unrated, privately placed unrated bonds and notes with various short term ratings.

More detailed information regarding the outstanding and defeased debt of the Authority can be found in notes to the financial statements and in the section at the back of the financial statements.

### CONTACTING THE AUTHORITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide interested parties with a general overview of the Authority's finances and to demonstrate its accountability for the monies received. If you have questions about this report or need additional financial information, contact the Authority's Executive Director or Director of Finance at 15450 South Outer Forty Road, Suite 230, Chesterfield, Missouri 63017.

## ■ INDEPENDENT AUDITORS' REPORT ■



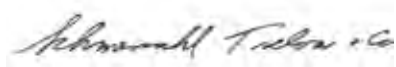
To the Members of the  
Missouri Health and Educational Facilities Authority  
Chesterfield, Missouri

We have audited the accompanying balance sheet of the Missouri Health and Educational Facilities Authority (the "Authority") as of December 31, 2005, and the related statements of revenues, expenses and changes in net assets, and of cash flows for the year then ended. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of the Missouri Health and Educational Facilities Authority as of December 31, 2004, were audited by other auditors whose report dated March 8, 2005 expressed an unqualified opinion on those statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Missouri Health and Educational Facilities Authority as of December 31, 2005, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis is not a required part of the basic financial statements but is supplemental information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.



February 10, 2006

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## ■ FINANCIAL STATEMENTS ■



WILLIAM JEWEL COLLEGE





## ■ BALANCE SHEETS ■

ASSETS		
	Years Ended December 31,	
CURRENT ASSETS	2005	2004
Cash and cash equivalents	\$6,244,448	\$5,608,576
Receivables	129,997	145,199
Notes receivable, current portion	230,002	245,236
Prepaid expenses	58,013	58,898
<b>Total Current Assets</b>	<b>6,662,460</b>	<b>6,057,909</b>
NOTES RECEIVABLE	917,495	958,101
PROPERTY, PLANT & EQUIPMENT, NET	9,499	15,422
<b>Total Assets</b>	<b>\$7,589,454</b>	<b>\$7,031,432</b>

LIABILITIES AND NET ASSETS		
	Years Ended December 31,	
CURRENT LIABILITIES	2005	2004
Accounts payable and accrued expenses	\$ -	\$ 15,656
Deferred administrative fee income	160,696	153,536
<b>Total Current Liabilities</b>	<b>160,696</b>	<b>169,192</b>
NET ASSETS		
Unrestricted	7,419,259	6,846,818
Invested in capital assets	9,499	15,422
<b>Total Current Liabilities</b>	<b>7,428,758</b>	<b>6,862,240</b>
<b>Total Liabilities and Net Assets</b>	<b>\$7,589,454</b>	<b>\$7,031,432</b>

## STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

REVENUE	Years Ended December 31,	
	2005	2004
Administrative fees	\$1,083,671	\$1,031,625
Interest income – HELP program	61,967	56,595
Other	54,570	66,168
Application fees	15,000	11,000
<b>Total Revenue</b>	<b>1,215,208</b>	<b>1,165,388</b>
<b>OPERATING EXPENSES</b>		
Salaries and fringe benefits	315,602	306,565
Legal and professional fees	271,874	284,409
General and administrative expenses	242,956	255,771
<b>Total Operating Expenses</b>	<b>830,432</b>	<b>846,745</b>
<b>Operating Income</b>	<b>384,776</b>	<b>318,643</b>
<b>NONOPERATING INCOME</b>		
Investment income	181,742	73,395
<b>Changes in Net Assets</b>	<b>566,518</b>	<b>392,038</b>
<b>Net Assets, Beginning of year</b>	<b>6,862,240</b>	<b>6,470,202</b>
<b>Net Assets, End of year</b>	<b>\$7,428,758</b>	<b>\$6,862,240</b>

## STATEMENTS OF CASH FLOWS

CASH FLOWS FROM OPERATING ACTIVITIES	Years Ended December 31,	
	2005	2004
Cash received from others	\$1,254,718	\$1,158,738
Cash payments to suppliers for goods and services	(522,822)	(533,788)
Cash paid to employees for services and benefits	(315,602)	(306,565)
<b>Net Change in Cash from Operating Activities</b>	<b>416,294</b>	<b>318,385</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant, and equipment	(856)	(1,995)
Issuance of notes receivable	(200,000)	(200,000)
Payments received on notes receivable	255,840	239,072
Interest received	164,594	54,340
<b>Net Change in Cash from Investing Activities</b>	<b>219,578</b>	<b>91,417</b>
<b>Net Change in Cash and Cash Equivalents</b>	<b>635,872</b>	<b>409,802</b>
<b>Cash and Cash Equivalents, Beginning of Year</b>	<b>5,608,576</b>	<b>5,198,774</b>
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$6,244,448</b>	<b>\$5,608,576</b>

## ■ RECONCILIATION OF CHANGES IN NET ASSETS TO NET CHANGE IN CASH FROM OPERATING ACTIVITIES: ■

CASH FLOWS FROM OPERATING ACTIVITIES	Years Ended December 31,	
	2005	2004
Operating income	\$ 384,776	\$ 318,643
Adjustments to reconcile changes in net assets to net change in cash from operating activities:		
Depreciation	6,779	6,660
(Increase) decrease in assets:		
Receivables	32,350	(6,364)
Prepaid expenses	885	(240)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	( 15,656)	( 28)
Deferred administrative fee income	7,160	( 286)
<b>Net Change in Cash from Operating Activities</b>	<b>\$ 416,294</b>	<b>\$ 318,385</b>



BJC HEALTH CARE

# ■ NOTES TO FINANCIAL STATEMENTS ■

DECEMBER 31, 2005 AND 2004

## SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### ORGANIZATION

Missouri Health and Educational Facilities Authority (the "Authority") is a public instrumentality of the State of Missouri intended to provide an additional capital financing method for non-profit health and educational institutions within the State of Missouri. The Authority may issue tax-exempt revenue bonds, notes or other obligations on behalf of non-profit institutions for the purpose of construction, improvement of facilities or the refinancing of outstanding debt. These bonds, notes or other obligations and the interest thereon do not constitute a debt or liability of the Authority, the State of Missouri or any political subdivision thereof, but are special obligations between the investors and the debtors payable solely from the payments received by the trustees under the loan agreements. The Authority is a related organization to the State of Missouri, and as such, the State is accountable for the Authority.

### REPORTING ENTITY

The Missouri Health and Educational Facilities Authority's financial reporting entity has been defined in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14 "The Reporting Entity." The financial statements include all departments and operations for which the Authority is financially accountable. Financial accountability exists if a primary government/component unit appoints a majority of an organization's governing board and is able to impose its will on that organization. Financial accountability may also be deemed to exist if there is a potential for the organization to provide financial benefits to, or impose financial burdens on, the primary government/component unit. On this basis, no governmental organizations other than the Authority itself are included in the financial reporting entity.

### BASIS OF ACCOUNTING AND REVENUE RECOGNITION

The Authority is organized as a proprietary activity; therefore, the accompanying financial statements are prepared on the accrual basis of accounting. Revenues are recognized when earned and expenses recorded when liabilities are incurred. The Authority applies all Governmental Accounting Standards Board (GASB) pronouncements and has elected to apply the following pronouncements issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements: Statements and Interpretations of the Financial Accounting Standards Board, Accounting Principles Board Opinions, and Accounting Research Bulletins. The Authority has elected not to follow FASB pronouncements issued after November 30, 1989.

### CASH AND CASH EQUIVALENTS

For purposes of the Statement of Cash Flows, the Authority considers cash equivalents to include short-term investments which generally are investments with maturities of 90 days or less when purchased that are both (1) readily convertible to known amounts of cash, or (2) so near their maturity that they present insignificant risk of change in value because of changes in interest rates.

### INVESTMENTS

Investments are stated at fair value in accordance with GASB Statement No. 31.

### ACCOUNTS AND NOTES RECEIVABLES

The Authority uses the reserve method of accounting for bad debts. Under this method, all uncollectible accounts are charged to the allowance account, and bad debt expense is determined by adjusting the balance in the allowance account to reserves considered reasonable by management. Management believes that substantially all accounts receivable are collectible and, therefore, has not established an allowance for doubtful accounts at December 31, 2005 or 2004.

### DEFERRED ADMINISTRATIVE FEE INCOME

The Authority's revenues are derived from service fees assessed on a percentage of the outstanding bond principal of each issue. The institutions are generally billed in advance on a quarterly basis and revenues are recognized ratably over the period earned.

### CONCENTRATION OF CREDIT RISK

\$339,480 of the Authority's notes receivable are uncollateralized obligations of the non-profit institutions.

### NET ASSETS

Net assets represent the difference between assets and liabilities and are classified as either: capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets; restricted when there are limitations imposed on their use either by law through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments; and unrestricted for those net assets that do not meet the definition of invested in capital assets, net of related debt or restricted.

### USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures.



# ■ NOTES TO FINANCIAL STATEMENTS ■

DECEMBER 31, 2005 AND 2004

## PROPERTY AND EQUIPMENT

Property and equipment consists mainly of office furniture and equipment recorded at cost. Depreciation expense for fixed assets is recognized on the straight-line method over estimated useful lives ranging from 3 to 7 years. Property and equipment activity was as follows:

PROPERTY AND EQUIPMENT					
	December 31, 2003 Balance	Activity	December 31, 2004 Balance	Activity	December 31, 2005 Balance
Total capital assets being depreciated	\$79,012	\$1,995	\$81,007	\$ 856	\$81,863
Less accumulated depreciation	( 58,925)	( 6,660)	( 65,585)	( 6,779)	( 72,364)
Total property and equipment, net	\$20,087	(\$4,665)	\$15,422	(\$5,923)	\$ 9,499

## FINANCIAL INSTRUMENTS

The carrying amount of cash and cash equivalents, accounts and grants receivable, prepaid expenses, accounts payable and other payables approximates fair value due to the short-term maturities of these instruments.

## CASH AND CASH EQUIVALENTS

The Authority is authorized, under Missouri statutes, to invest in obligations of the U.S. Treasury, certain state and local governments, as well as certificates of deposit that are fully insured by the FDIC or collateralized with securities pledged by the financial institution holding the deposits. At December 31, 2005 and 2004, the cash balances per bank are fully insured. The Authority invests excess cash in obligations of U.S. Government agencies, primarily Federal National Mortgage Association notes, with maturities generally ranging from three to six months.

Cash and cash equivalents consist of the following at December 31:

CASH AND CASH EQUIVALENTS	2005	2004
Petty cash	\$ 300	\$ 300
Cash Accounts	35,541	50,188
Federal National Mortgage Association notes	6,208,607	5,558,088
<b>Total</b>	<b>\$ 6,244,448</b>	<b>\$ 5,608,576</b>

## LEASE COMMITMENT

The Authority leases office space under a seventy-two month office lease agreement that was entered into in April 1997 and amended April 2003. For the years ending December 31, 2005 and 2004, rent expense was \$70,734 and \$69,440, respectively. The lease expires in 2009 with \$241,017 remaining to be paid under the agreement.

## PENSION PLAN

The Authority has a defined contribution retirement plan covering all full-time employees. The Authority contributes to the plan, on a quarterly basis in arrears, an amount equal to twenty percent of each qualified employee's salary. Such contributions are fully vested. For the years ending December 31, 2005 and 2004, expenses under this plan were \$45,800 and \$44,200, respectively.

## DEFERRED COMPENSATION PLAN

The Authority has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all Authority employees who qualify under the plan terms, and permits employees to defer a portion of their salary until future years. As required by the Internal Revenue Code, the plan assets have been placed in a trust for the exclusive benefit of the employees and are not the property of the Authority or subject to the claims of the Authority's general creditors. Accordingly, the assets of the plan are not reflected in the financial statements.

## ■ NOTES TO FINANCIAL STATEMENTS ■

DECEMBER 31, 2005 AND 2004

### NOTES RECEIVABLE

The Authority has made loans to small and rural providers of health and educational services at an interest rate of 5% per annum on outstanding balances. These loans require monthly principal and interest payments and have a maturity of ten to twenty years. At December 31, 2005 and 2004, the interest bearing notes receivable are as follows:

	Due	2005	2004
Central Methodist College	2009	\$ 81,579	\$ 102,388
Clayton Child Care Center	2006	4,220	28,818
Community Hospital	2013	155,728	172,884
I-70 Medical Center	2015	189,781	-
Macon County Samaritan Hospital	2006	24,834	48,460
North Central Missouri College	2007	28,985	46,146
Northeast Missouri Health Council	2006	6,800	28,135
Northeast Missouri Health Council	2022	177,826	185,093
Northwest Health Services, Inc.	2006	12,298	32,564
Northwest Health Services, Inc.	2012	102,156	115,743
Northwest Health Services, Inc.	2014	181,221	197,146
Preferred Family Healthcare	2010	104,866	124,730
Putnam County Memorial Hospital	2007	48,353	68,953
St. Charles Montessori School, Inc.	2007	28,850	52,277
Total Notes Receivable		1,147,497	1,203,337
Current Portion		( 230,002)	( 245,236)
<b>Notes Receivable, Non-Current</b>		<b>\$ 917,495</b>	<b>\$ 958,101</b>

### CONDUIT DEBT OBLIGATIONS

The Authority has issued debt obligations on behalf of certain non-profit institutions for the purpose of construction, improvement of facilities or the refinancing of outstanding debt. These bonds, notes or other obligations and the interest thereon do not constitute a debt or liability of the Authority, the State of Missouri or any political subdivision thereof, but are special obligations between the investors and the debtors payable solely from the payments received by the trustee under the loan agreements and meet the definition of conduit debt in Governmental Accounting Standards Board Interpretation No. 2, Disclosure of Conduit Debt Obligations. The number of issues and principal amount outstanding at December 31, 2005 and 2004 are as follows:

	2005		2004	
	Number of Issues	Principal Amount	Number of Issues	Principal Amount
Revenue Bonds Payable	135	\$5,832,956,271	135	\$5,365,122,605
School District Advance Funding and Private Education Notes Payable	12	38,145,000	13	68,525,000
<b>Total</b>	<b>147</b>	<b>\$5,871,101,271</b>	<b>148</b>	<b>\$5,433,647,605</b>

■ **REQUIRED SUPPLEMENTAL** ■  
**INFORMATION**



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photo by: Robert Boston/WUSTL

**THE WASHINGTON UNIVERSITY**



photo by: Joe Angeles/WUSTL



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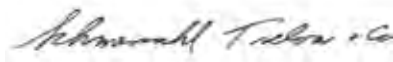
## ■ INDEPENDENT AUDITORS' REPORT ■ ON ADDITIONAL INFORMATION



To the Members of the  
Missouri Health and Educational Facilities Authority  
Chesterfield, Missouri

Our report on our audit of the basic financial statements of the Missouri Health and Educational Facilities Authority for the year ended December 31, 2005 appears on page, 26. That audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Schedule of Conduit Debt is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

The basic financial statements of the Missouri Health and Educational Facilities Authority for the year ended December 31, 2004, were audited by other auditors whose report dated March 8, 2005, expressed an unqualified opinion on those financial statements. Their report, as of the same date, on the Schedule of Conduit Debt, stated that such information had not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, they expressed no opinion on it.



February 10, 2006

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## ■ SCHEDULE OF CONDUIT DEBT (UNAUDITED) ■

DECEMBER 31, 2005 AND 2004

### MORTGAGE AND REVENUE BONDS PAYABLE

The following revenue bonds of the Authority are collateralized by either or both of a pledge of the revenues of the borrowing institution or by first mortgages on the physical property financed with the proceeds of the debt offerings and by the Authority's assignment of its interest in the mortgaged properties to the trustees of the bond issues at December 31, 2005 and 2004:

PUBLIC PLACEMENT REVENUE BONDS PAYABLE					
Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2005	2004
Academie Lafayette	2003	2028	(1)	\$ 2,550,000	\$ 2,550,000
Ascension Health	2003	2026-2039	(1)	295,375,000	295,375,000
Assemblies of God	2001	2026	(1)	75,600,000	77,800,000
Barstow School	1998	2003-2023	4.20-5.40	3,320,000	3,430,000
Barstow School	2003	2026	(1)	5,900,000	6,000,000
BJC-Barnes Hospital	1985	2003-2015	(1)	28,400,000	30,100,000
BJC Health System	1993	2003-2021	4.40-6.00	117,705,000	199,540,000
BJC Health System	1998	2022-2038	5.00	225,000,000	225,000,000
BJC Health System	2003	2016-2033	4.125-5.25	221,000,000	221,000,000
BJC Health System	2005AB	2015-2034	4.125-5.00	157,890,000	-
Bethesda Health Group Inc.	2001AB	2031	(1)	51,520,000	52,425,000
Bethesda Health Group Inc.	2004	2005-2034	(1)	9,995,000	9,995,000
Capital Region Medical	1998	2003-2028	4.00-5.30	21,760,000	22,265,000
Capital Region Medical	2004	2005-2029	2.25-5.75	17,135,000	17,500,000
Central Missouri State University	1999	2003-2010	4.25-5.05	3,700,000	4,465,000
Central Missouri State University	2002	2003-2017	1.25-4.35	12,255,000	13,095,000
The Children's Mercy Hospital	1998	2003-2028	4.20-5.30	19,340,000	19,545,000
The Children's Mercy Hospital	2002	2005-2032	(1)	49,400,000	50,000,000
The Children's Mercy Hospital	2003	2004-2018	(1)	27,500,000	27,100,000
Christian Brothers College HS	2002ABC	2032	(1)	50,000,000	50,000,000
City Academy	2003	2023	(1)	1,960,000	8,735,000
Cox Medical Center	1992	2003-2022	4.50-6.70	12,602,292	12,602,292
Cox Medical Center	1993	2003-2015	5.00-5.35	39,210,000	42,015,000
Cox Medical Center	1997	2003-2015	(1)	30,000,000	32,400,000
Cox Medical Center	2002	2003-2022	(1)	74,500,000	78,500,000
Deaconess Long-Term Care	1996	2003-2016	(1)	26,460,000	27,830,000
Deaconess Long-Term Care	2000	2003-2030	(1)	6,230,000	6,350,000
De Smet Jesuit High School	2002	2027	(1)	15,000,000	15,000,000
Drury University	1999A	2003-2024	(1)	27,830,000	28,790,000
Drury University	2003	2028	(1)	5,475,000	5,600,000
Fontbonne College	1998	2003-2023	4.20-5.25	7,775,000	8,040,000
Freeman Health System	1994	2003-2024	6.50-7.20	46,670,000	48,005,000
Freeman Health System	1998	2003-2028	4.40-5.25	20,040,000	21,180,000
Jefferson Memorial Hospital	1995	2003-2025	5.40-6.80	-	5,530,000
Jefferson Memorial Hospital	2004	2005-2028	2.30-5.25	36,825,000	37,275,000
Jefferson Memorial Hospital	2005	2006-2015	3.00-4.25	7,440,000	-
John Burroughs School	2003	2004-2014	1.25-4.20	5,555,000	6,100,000
K.C. Univ. of Med. & Biosciences	2001	2003-2031	2.75-5.00	7,900,000	8,000,000
Kansas City Art Institute	2005	2035	(1)	12,000,000	-
Lake Regional Health System	1996	2003-2021	5.25-6.50	4,715,000	5,200,000
Lake Regional Health System	1998	2003-2024	4.20-5.25	32,670,000	33,320,000
Lake Regional Health System	2003	2005-2034	2.35-5.70	27,040,000	27,470,000

*continued on next page . . .*



## ■ SCHEDULE OF CONDUIT DEBT (UNAUDITED) ■

DECEMBER 31, 2005 AND 2004

### PUBLIC PLACEMENT REVENUE BONDS PAYABLE (CONTINUED)

Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2005	2004
Lutheran Church Extension Fund	2004A	2029	(1)	\$ 32,425,000	\$ 33,140,000
Lutheran HS Assoc. Project	2002	2022	(1)	5,000,000	6,500,000
Lutheran Senior Services	1996AB	2003-2027	5.15-6.375(2)	-	22,935,000
Lutheran Senior Services	1997	2003-2023	5.0-5.875	21,095,000	21,765,000
Lutheran Senior Services	2000	2031	(1)	50,000,000	50,000,000
Lutheran Senior Services	2005A	2024-2035	4.60-5.375	30,000,000	-
Lutheran Senior Services	2005B	2006-2027	3.15-5.125	21,900,000	-
Maryville University	1997	2003-2017	4.70-5.75	7,020,000	7,430,000
Maryville University	2000	2022-2030	6.50-6.75	15,000,000	15,000,000
Missouri Baptist College	1998	2003-2023	4.20-5.15	3,270,000	3,380,000
Missouri Baptist College	2003	2022	(1)	7,420,000	7,420,000
Missouri Pooled Hospital Loan Program	1999A	2003-2029	(1)	16,645,000	17,295,000
Missouri Valley College	2001	2031	(1)	7,985,000	8,360,000
National Benevolent Assn.	1994	2003-2024	4.50-6.10	3,420,000	3,420,000
National Benevolent Assn.	1996A	2003-2026	5.70-6.75	2,080,000	2,080,000
National Benevolent Assn.	1996B	2003-2026	(1)	2,390,000	2,390,000
National Benevolent Assn.	1999	2003-2028	(1)	2,575,000	2,575,000
Park College	1999	2003-2019	5.55-5.875	5,025,000	5,225,000
Pembroke Hill School	1998	2003-2023	(1)	13,250,000	13,500,000
Pembroke Hill School	2000	2003-2025	(1)	9,250,000	9,400,000
Pembroke Hill School	2001	2003-2026	(1)	9,400,000	9,550,000
Ranken Technical College	2003	2004-2017	(1)	7,395,000	7,585,000
Rockhurst High School	1998AB	2003-2023	4.00-5.10	11,930,000	12,350,000
Rockhurst High School	2002	2027	(1)	5,500,000	5,500,000
Rockhurst University	1999	2003-2028	3.50-5.50	13,805,000	14,125,000
Rockhurst University	2002	2003-2032	(1)	25,805,000	26,320,000
Sisters of Mercy	2001ABC	2031	(1)	378,300,000	378,300,000
Sisters of Mercy	2004AB	2004-2016	(1)	74,575,000	79,050,000
Sisters of Mercy	2004C	2004-2019	(1)	47,175,000	47,975,000
Southwest Baptist University	1998	2003-2023	4.55-5.40	5,820,000	6,015,000
Southwest Baptist University	2003	2006-2033	(1)	8,000,000	8,000,000
Southwest Missouri State Univ.	2002	2003-2016	1.35-4.35	4,430,000	4,765,000
SSM Health Care	1992AA	2003-2016	5.60-6.40	-	25,960,000
SSM Health Care	1995BCDE	2022-2025	(1)	-	42,400,000
SSM Health Care	1998	2003-2022	5.00-5.50	88,060,000	273,810,000
SSM Health Care	2001A	2012-2028	5.25	28,210,000	248,570,000
SSM Health Care	2002AB	2003-2020	(1)	103,290,000	113,940,000
SSM Health Care	2005ABCD	2008-2035	(1)	753,900,000	-
St. Anthony's Medical Center	2000	2003-2030	5.75-6.25	-	82,670,000
St. Anthony's Medical Center	2005AB	2006-2030	(1)	86,600,000	-
St. Francis Medical Center	1996	2003-2026	(1)	20,725,000	21,290,000
St. John Vianney H.S.	2005	2030	(1)	5,000,000	-
St. Louis Charter School	2002AB	2003-2023	4.35-5.10	5,845,000	5,990,000
St. Louis College of Pharmacy	2001	2003-2031	3.00-5.25	47,455,000	48,385,000
St. Louis Priory School	2000	2003-2025	4.45-5.65	5,785,000	5,950,000

*continued on next page . . .*

## ■ SCHEDULE OF CONDUIT DEBT (UNAUDITED) ■

DECEMBER 31, 2005 AND 2004

### PUBLIC PLACEMENT REVENUE BONDS PAYABLE (CONTINUED)

Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2005	2004
St. Louis University	1985B	2003-2005	(1)	-	600,000
St. Louis University	1991	2003-2016	6.15-6.625	412,187	858,640
St. Louis University	1996	2003-2026	4.20-5.20	43,750,000	44,905,000
St. Louis University	1998	2003-2018	4.00-5.50	48,700,000	58,705,000
St. Louis University	1999AB	2003-2024	5.00	\$ 54,265,000	\$ 56,635,000
St. Louis University	2002	2003-2032	(1)	13,425,000	16,255,000
St. Louis University	2003A	2003-2016	(1)	15,380,000	18,040,000
St. Louis University	2005A	2017-2035	(1)	71,600,000	-
St. Louis University HS	1999	2003-2028	3.40-5.041	16,145,000	16,545,000
St. Luke's Episc.-Presb. Hospital	2001	2003-2026	3.35-5.25	92,695,000	95,225,000
St. Luke's Health System	1996	2003-2021	4.30-5.375	26,505,000	27,455,000
St. Luke's Health System	2003AB	2020-2032	(1)	125,000,000	125,000,000
St. Luke's Health System	2004A	2004-2019	2.00-5.00	87,970,000	96,990,000
St. Luke's Health System	2005AB	2020-2035	(1)	100,000,000	-
St. Pius-KC/St. Joseph Diocese	2004AB	2029	(1)	6,200,000	6,200,000
Stephen's College	1999	2003-2029	4.50-5.70	4,010,000	4,085,000
Stowers Institute	2000	2035	(1)	215,000,000	215,000,000
Stowers Institute	2002	2032-2036	(1)	75,000,000	75,000,000
Swope Parkway Health Center	1999	2003-2019	(1)	-	3,500,000
Truman Medical Center	2005	2014	(1)	8,400,000	-
University of Missouri Arena Project	2001	2004-2021	3.00-5.00	32,285,000	33,665,000
Visitation Academy	1999	2005-2009	4.15-4.50	5,140,000	6,300,000
Washington University	1984	2003-2009	(1)	8,000,000	10,100,000
Washington University	1985	2003-2010	(1)	7,600,000	8,700,000
Washington University	1995	2005	4.75	-	7,600,000
Washington University	1996	2030	(1)	142,400,000	142,400,000
Washington University	1998	2037	4.75-5.00	105,770,000	105,770,000
Washington University	2000ABC	2030-2040	(2)	88,000,000	88,000,000
Washington University	2001A	2011-2041	5.25-5.50	176,490,000	176,490,000
Washington University	2001B	2030	5.00	73,355,000	73,355,000
Washington University	2003A	2033	5.00	93,430,000	93,430,000
Washington University	2003B	2033	(1)	25,135,000	25,135,000
Washington University	2004AB	2006-2034	(1)	100,000,000	100,000,000
Washington University	2005A	2006-2022	3.00-5.00	20,780,000	-
Washington Univ. CID 99	1999	2004-2022	4.45-5.85	-	23,050,000
Webster University	2001	2003-2027	3.625-5.30	32,580,000	33,415,000
William Jewell College	1996	2003-2011	4.50-5.40	-	3,760,000
William Jewell College	1999	2012-2029	5.50-6.125	-	8,000,000
William Jewell College	2005	2006-2035	2.75-4.450	17,880,000	-
William Woods Univ.	1999	2003-2029	3.50-5.20	7,145,000	7,300,000
Total Public Placement Revenue Bonds Payable				\$5,776,444,479	\$5,292,910,932

*continued on next page . . .*

## ■ SCHEDULE OF CONDUIT DEBT (UNAUDITED) ■

DECEMBER 31, 2005 AND 2004

PRIVATE PLACEMENT REVENUE BONDS PAYABLE					
Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2005	2004
BJC-Christian Health Services	1989	2003-2019	(1)	\$ -	\$ 11,500,000
Community School Assn.	1996	2003-2016	6.95	679,132	725,273
Dialysis Clinic	1998	2003-2018	(1)	3,100,000	3,200,000
Dialysis Clinic	2000	2020	(1)	3,500,000	4,000,000
Family Care Health Center	2001	2003-2019	6.53	2,847,073	2,952,675
Forsyth School	1996	2003-2016	6.99	839,700	891,300
Forsyth School	2004	2006-2024	(1)	3,800,000	3,800,000
Kansas City Academy	1993	2003-2013	6.50	105,831	116,458
Lake Regional Health System	1999	2003-2006	6.10	303,951	506,608
Lake Regional Health System	2001	2003-2006	5.38	343,612	507,651
Lake Regional Health System	2004AB	2004-2009	3.44-3.49	1,588,397	2,042,136
Life Flight Eagle	2003	2004-2013	5.25	4,037,763	4,223,625
Living Word Christian School	2002	2003-2027		4,473,487	4,599,459
Lutheran High School Association of St. Charles	2003A	2004-2023	(1)	2,922,700	3,039,741
Messiah Lutheran School	2005	2006-2030	4.675	6,045,000	-
SSM Health Care	2000	2003-2005	5.65	-	485,240
SSM Health Care	2001B	2003-2008	3.73-4.23	1,906,362	3,510,589
SSM Health Care	2002	2003-2012	4.27	3,691,768	5,630,532
SSM Health Care	2003B	2003-2008	3.09	5,546,310	7,449,550
SSM Health Care	2004	2004-2009	3.65	7,667,496	9,541,928
Truman Medical Center	2002	2003-2012	5.47	3,113,210	3,488,908
Total Private Placement Revenue Bonds Payable				56,511,792	72,211,673
Total Revenue Bonds Payable				\$5,832,956,271	\$5,365,122,605

- (1) Rate fluctuates within established minimum and maximum ranges.  
 (2) Interest rate range applies to a portion of this bond issue, and a variable rate applies to the remainder.

### SCHOOL DISTRICT ADVANCE FUNDING AND PRIVATE EDUCATION NOTES PAYABLE

The Authority issued public school notes for the purpose of providing funds to purchase the tax and revenue anticipation notes ("TRANS") of certain Missouri school districts and to assist them in maintaining an orderly cash flow. These notes are collateralized by the "TRANS", bear interest at the rate of 4.00% per annum, and were issued pursuant to Indentures of Trust.

On April 26, 2005, the Authority issued private education notes in the total amount of \$15,295,000. The notes mature on April 25, 2006, at an interest rate of 4.00 – 4.75% per annum, and were issued pursuant to an Indenture of Trust for the purpose of providing funds and to assist in capital projects and maintaining an orderly cash flow. The notes were secured by a pledge of the Trust Estate, using any and all available resources.

## ■ SCHEDULE OF CONDUIT DEBT (UNAUDITED) ■

### DECEMBER 31, 2005 AND 2004

At December 31, 2005 and 2004, the outstanding public school and private education notes payable were as follows:

PUBLIC SCHOOL NOTES PAYABLE			PRIVATE EDUCATION NOTES PAYABLE		
Institution	2005	2004	Institution	2005	2004
Albany School District	\$ 450,000	\$ -	Central Methodist University	\$ 2,000,000	2,000,000
Cape Girardeau School District	1,500,000	2,175,000	Evangel University	3,000,000	3,000,000
Fort Zumwalt R-II School District	-	3,375,000	Missouri Valley College	1,200,000	1,700,000
Fox C-6 School District	-	5,000,000	Missouri Valley College	500,000	-
Grandview School District	-	2,000,000	Rockhurst University	7,380,000	6,875,000
Maryville R-II School District	1,700,000	-	Rockhurst University	1,215,000	-
Mehlville R-IX School District	10,000,000	11,000,000			
Park Hill School District	4,000,000	6,000,000	<b>Total Private Education Notes Payable</b>	<b>15,295,000</b>	<b>13,575,000</b>
Special School District of St. Louis MO	-	2,700,000			
St. Louis City School District	-	20,000,000	<b>Total Public School and Private Education Notes Payable</b>	<b>38,145,000</b>	<b>68,525,000</b>
Webster Groves School District	5,200,000	2,700,000			
<b>Total Public School Notes Payable</b>	<b>22,850,000</b>	<b>54,950,000</b>			

#### MATURITIES OF OUTSTANDING CONDUIT DEBT OBLIGATIONS

The aggregate maturities of the outstanding conduit debt obligations above at December 31, 2005, are as follows:

Year	Amount	Year	Amount	Year	Amount
2006	145,381,406	2018	116,724,372	2030	396,939,759
2007	110,212,417	2019	141,691,284	2031	226,440,000
2008	123,023,671	2020	141,567,749	2032	244,020,000
2009	122,280,640	2021	178,543,684	2033	250,620,000
2010	123,365,616	2022	140,311,439	2034	106,820,000
2011	128,729,326	2023	132,655,699	2035	303,870,000
2012	126,436,283	2024	155,207,386	2036	103,240,000
2013	118,188,983	2025	174,688,835	2037	123,870,000
2014	175,279,474	2026	352,576,751	2038	19,005,000
2015	153,240,299	2027	212,388,333	2039	193,325,000
2016	171,430,141	2028	177,512,987	2040	98,465,000
2017	113,622,842	2029	211,326,895	2041	58,100,000
					<b>\$5,871,101,271</b>

#### DEFEASED BOND ISSUES

Since 1983, certain institutions obtained financing to advance refund and defease their outstanding Revenue Bonds through the Authority.

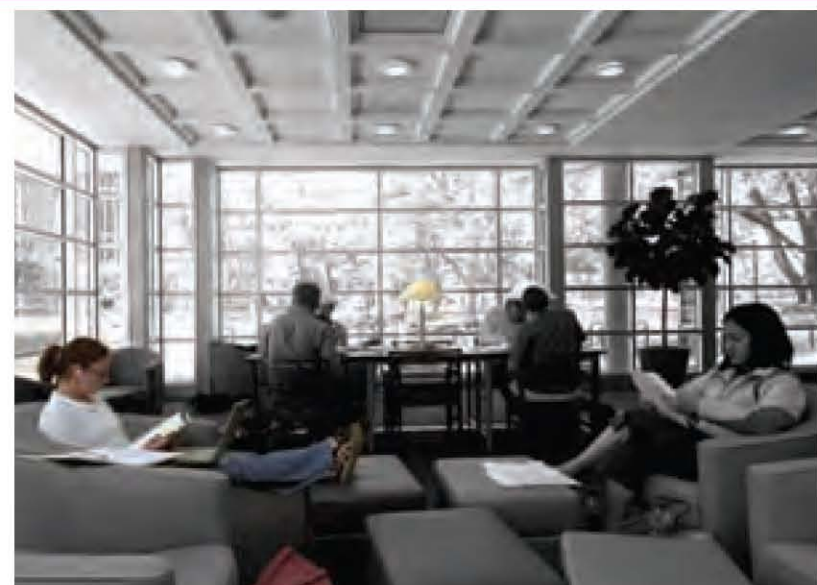
Pursuant to the requirements of the bond loan agreements, the institutions have deposited amounts into escrow trust accounts sufficient to pay all outstanding principal, interest and redemption premiums as they become due. The amounts so transferred are pledged solely for the holders of the outstanding bonds.

At December 31, 2005 and 2004, the following amounts of advance refunded and defeased bonds were outstanding:

Institution	Series	2005	2004
Central Missouri State University	1995	\$ 6,340,000	\$ 6,340,000
Lake Regional Health System	1996	8,595,000	8,595,000
Lutheran Senior Services	1996a	22,455,000	-
Missouri College Savings Bonds	1989	4,075,404	5,305,461
Ranken Technical College	1997	-	5,485,000
St. Anthony's Medical Center	2000	81,305,000	-
Washington University	2000	67,000,000	67,000,000
William Jewell College	1999	8,000,000	-
<b>Total Defeased Bond Issues</b>		<b>\$197,770,404</b>	<b>\$92,725,461</b>

Due to the defeasance of these bond issues, the bonds payable balances are not included in the Schedule of Conduit Debt Obligations above.





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